From: **Gary Moore** To: Stephen Halasz Subject: Re: Falcon Refinery 03/10/2010 01:57 PM Attachments: Moran Ltr 2-16-10.pdf

Stephen:

How do you interpret the letter?

Also, it is my impression that the letter of credits are accessed by default meaning that NORCO says they don't have the resources to continue thereby defaulting on the AOCs. I don't know how EPA could then cash-in the letters of credit and give the money back to NORCO to spend. I would love for you guys to complete the remainder of the removal portion of the project because of your familiarity with the site and the status of the cleanup. Don't bet on this unless NORCO gets involved and negotiates something.

For instance, NORCO could possibly propose that its owner would place \$1,250,000 in a bank for the activities you describe and cancel the letter of credits. The extra \$250,000 for EPA allowing him to cancel the letters of credit. This would be on the condition that you guys do the work in accordance with your plan. I am not sure this will not work either but it may be worth a try. Anything remaining would go to EPA for any further work or to reimburse trustees. You would have to sign your estimate with blood. This is just me thinking.

The question is why get so close to completion and then quit.

Thanks

Gary Moore EPA Region 6 Response and Prevention Branch 214-665-6609 moore.gary@epa.gov

Re: Falcon Refinery

Re: Falcon Refinery

Gary

Moore to: Stephen Halasz

03/09/2010 04:17 PM

See attached



9566868



Gary Moore EPA Region 6 Response and Prevention Branch 214-665-6609 moore.gary@epa.gov

▼ Re: Falcon Refinery

Re: Falcon Refinery

Stephen to: Gary Moore Halasz

03/09/2010 03:55 PM

Gary,

NORCO is not throwing up their hands, they are requesting to use the letter of credit funds to complete the cleanup, they provided that in a letter to Gloria.

Before any final decisions are made at your team meeting please allow Mr. Bergner an opportunity to discuss the recommendation of the team.

Stephen Halasz, P.G.

Environmental Group Manager 1826 Kramer Lane, Suite M Austin, TX 78758

- (o) 512.926.6650
- (d) 512.491.4622
- (c) 512.796.9449
- (f) 512.833.5058

>>> <Moore.Gary@epamail.epa.gov> 3/9/2010 3:48 PM >>>

Stephen:

The letter we got from Mr. Bergner appeared to indicate they were throwing up their hands. I will find out more on Wednesday when our team meets to discuss the road forward. I am certainly not the expert but looking at the wastes they sure look like they would be K052 and K169. The K169 is listed for benzene and you would have to show nondetect for benzene to get it out of the K169 listing. In addion, it appears to me that it would have to be incinerated. See the attached.

Gary Moore EPA Region 6 Response and Prevention Branch 214-665-6609 moore.gary@epa.gov

Re: Falcon Refinery

Stephen Halasz to: Gary Moore 03/09/2010 03:27 PM

Gary,

We were planning on separating the waste that's left in the tanks using frac tanks and separators. Texas Molecular takes in all the clear liquid waste as haz waste and always has. The solids will be classified after the removal of the clear liquids and taken to US Ecology, which is an approved has waste facility and the waste will be solidified or treated.

We were planning on using this procedure on all tanks with waste. I've included the bids from the subcontractor. Please contact me if you have any further questions.

I called you yesterday and left a message, is there a chance that NORCO can use their \$1 million letter of credit funds to finish the cleanup?

Stephen Halasz, P.G.

Environmental Group Manager 1826 Kramer Lane, Suite M Austin, TX 78758

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Stephen:

It appears that you were planning on disposing of the waste from all tanks except Tank 7 as non-hazardous. Just looking at it, without knowing anything else, it would appear that they would be disposed of as the following:

Tanks 7: K052

Tanks 10, 26, and 27: K169

Is there a reason you did not consider Tank 10, 26, and 27 as hazardous waste?

Thanks

Gary Moore EPA Region 6 Response and Prevention Branch 214-665-6609 moore.gary@epa.gov

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If the reader is not the intended recipient, you are hereby notified that any dissemination, distribution or copying of this communication is strictly prohibited. If you have received this information in error, please notify the sender immediately.[attachment "Proposal for Tank 7 cleaning.xls" deleted by Gary Moore/R6/USEPA/US] [attachment "Tank cleanout.xls" deleted by Gary Moore/R6/USEPA/US]

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